



Request for City Council Committee Action from the Department of Public Works

Date: July 22, 2014

To: Honorable Kevin Reich, Chair Transportation & Public Works Committee

Subject: **Amend Contract C-37067 with Municipal Builders, Inc.**

Recommendation:

- A. Authorize an increase of the unit prices for concrete repair work by the amount of \$73.93 per square foot for Contract C-37067 with Municipal Builders, Inc. The adjusted wall repair and slab repair unit prices will be increased from \$98 to \$171.93 per square foot, and from \$110 to \$183.93 per square foot, respectively. This unit price increase will result in a total increase of \$85,805.24 for the actual concrete repair work performed.

Previous Directives:

- June 28th, 2013 Council authorized the acceptance of the low bid of Municipal Builders, Inc. for Official Publication #7784 in the amount of \$2,983,300.00 to furnish and deliver all labor, materials, and incidentals necessary for the Fridley Filter Plant Split Project.

Department Information:

Prepared by: Li Zhang, P.E., Professional Engineer, Public Works - Water

Approved by: _____

Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Li Zhang Professional Engineer, Public Works – Water 612-661-4904

Financial Impact

No financial impact: Action is within the current department budget

Community Impact

City Goals

Living Well: Minneapolis is safe and livable and has an active and connected way of life.

A City that works: City government runs well and connects to the community it serves

Supporting Information

Contract C-37067 with Municipal Builders, Inc. consists of lump sum work and unit price concrete repair work for the Fridley Filtering Plant Split Project. There was significant reduction of concrete repair quantities compared to what was bid. Due to the reduction of quantities, the fixed costs to complete concrete repair work were not recovered under the bid unit price. These costs included mobilization, small tools rental, field office and storage, sanitation, safety, supervision, and concrete condition assessment. The contractor requested an adjustment in the unit prices for concrete repair work to fully compensate for the fixed costs necessary to perform the work.

The approved contract amount is \$2,983,300.00. Because of concrete repair work underruns, the estimated total contract payment is approximately \$2.5 million including the additional payment of \$85,805.24 for the concrete repair work as requested herein and approximately \$641,000 in prior changes.

Public works staff and the engineering consultant have reviewed the proposed increase in unit costs and found them to be reasonable.

Att: CH2M Hill letter